

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF JOHNSON)	CASE NO. 99-155-F
COUNTY GAS COMPANY, INC.)	

ORDER

On June 29, 2001, by Interim Order, the Commission approved a gas cost adjustment ("GCA") for Johnson County Gas Company, Inc. ("Johnson County") to be effective for service rendered on and after July 1, 2001. Therein, the Commission denied the actual adjustment ("AA") contained in Johnson County's proposed GCA due to uncertainties concerning timing differences as to when prior GCAs were applied to customers' bills, and the impact of those timing differences on the calculation of the AA.

Upon further review of the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Johnson County's AA for the months of January through March 2001 should be calculated based on the actual GCA charges for usage during those months.
2. Johnson County's actual GCA charges during the period January through March 2001 were: January - \$13.40 per Mcf; February - \$8.49 per Mcf; and March - \$7.4067 per Mcf.
3. Based on a comparison of these GCA charges and the per unit cost of gas reported for each of the months January through March 2001, Johnson County's AA is (4.83) cents per Mcf.

4. An AA of (4.83) cents per Mcf, netted against the expected gas cost of \$5.4771 included in the GCA approved by our Interim Order of June 29, 2001, results in a total GCA of \$5.4288 per Mcf.

5. The rates in the Appendix to this Order, which reflect a GCA of \$5.4288 per Mcf, are fair, just and reasonable, in the public interest, and should be approved for service rendered by Johnson County on or after August 1, 2001.

IT IS THEREFORE ORDERED that:

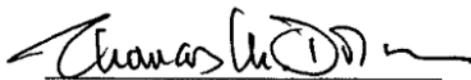
1. The rates in the Appendix to this Order reflecting the AA of (4.83) cents per Mcf are approved for service rendered on or after August 1, 2001.

2. Within 20 days of the date of this Order, Johnson County shall file with the Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 25th day of July, 2001.

By the Commission

ATTEST:


Executive Director

APPENDIX
APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 99-155-F DATED JULY 25, 2001

The following rates and charges are prescribed for the customers in the area served by Johnson County Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES:

Residential

<u>Monthly</u>	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total Rate</u>
Minimum Bill 0-1 Mcf	\$6.9542	\$5.4288	\$12.3830
All additional Mcf	\$5.9542	\$5.4288	\$11.3830

Commercial

<u>Monthly</u>			
All Mcf	\$6.3042	\$5.4288	\$11.7330